COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)		
COMMISSION OF THE APPLICATION OF THE)		
FUEL ADJUSTMENT CLAUSE OF CLARK RURAL)	CASE NO.	10445
ELECTRIC COOPERATIVE CORPORATION FROM)		
NOVEMBER 1, 1986 TO OCTOBER 31, 1988)		

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 6, 1988 established this case to review and evaluate the operation of the fuel adjustment clause of Clark Rural Electric Cooperative Corporation ("Clark") from November 1, 1986 to October 31, 1988.

As a part of this review, the Commission ordered Clark to submit certain information including, <u>inter alia</u>, its monthly fuel charges for the period under review and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Clark has complied with this Order. The Commission further ordered that a public hearing be held in this case, but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being sufficiently advised, is of the opinion and finds that:

- 1. Clark has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.
- 2. East Kentucky Power Cooperative, Inc. ("EKPC"), the wholesale supplier of Clark, has been authorized to transfer (roll-in) a 0.80 mills per KWH decrease in its base fuel cost to its base rates. 1
- 3. Clark should be authorized to transfer (roll-in) a 0.87 mills per KWH decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.80 mills per KWH decrease in EKPC's base rates and this can best be accomplished by an energy adder to each KWH sold.
- 4. The rates and charges in Appendix A, attached and incorporated hereto, are fair, just, and reasonable and reflect the transfer of fuel costs from the fuel adjustment clause to the base rate.

IT IS THEREFORE ORDERED that:

- 1. The charges and credits applied by Clark through its fuel adjustment clause for the period November 1, 1986 to October 31, 1988 be and they hereby are approved.
- 2. Clark be and it hereby is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its fuel adjustment clause to its base rates.

Case No. 10437, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative Corporation, Inc.

- 3. The rates in Appendix A are approved for service rendered by Clark on and after May 1, 1989.
- 4. Within 30 days of the date of this Order, Clark shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 31st day of March, 1989.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

APPENDIX A

APPENDIX TO AN ORDER TO THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10445 DATED 3/31/89

The following rates and charges are prescribed for the customers in the area served by Clark Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE R FARM AND HOME SERVICE*

Rates:

First 25 KWH (Minimum Bill) \$4.89 Per Month
Next 575 KWH per KWH .07048 Per KWH
Over 600 KWH per KWH .05637 Per KWH

Minimum Charge:

The minimum monthly charge shall be \$4.89.

SCHEDULE R T-O-D FARM AND HOME SERVICE T-O-D*

Monthly Rates

On-Peak Rate:

Under 600 KWH per Month .07048 Per KWH
Over 600 KWH per Month .05637 Per KWH
Off-Peak Rate:
Under 600 KWH per Month .04022 Per KWH
Over 600 KWH per Month .03175 Per KWH

SCHEDULE A & B COMMERCIAL AND INDUSTRIAL LIGHTING AND POWER SERVICE*

Rates:

Energy Charge	Less Than 10 KW Demand	<u>B</u> More Than <u>10 KW Demand</u>
First 80 KWH (Min. Bill)	\$10.74	\$10.33
Next 20 KWH per KWH	.13180	.12655
Next 900 KWH per KWH	.07648	.07314
Next 1,000 KWH per KWH	.06914	.06604
Over 2,000 KWH per KWH	.06201	.05914

Minimum Monthly Charge:

The minimum monthly charge shall be \$10.74 single-phase service and \$32.22 for three-phase service.

Minimum Annual Charge for Seasonal Service:

Consumers requiring service only during certain seasons of the year shall be billed under the above schedule plus 25 percent and the minimum monthly charge shall not apply. There shall be a minimum annual charge sufficient to assure adequate compensation for the facilities installed to serve the consumer, but in no case, less than \$128.88 per year for single-phase service and \$386.65 per year for three-phase service nor less than \$60.24 per kilowatt of maximum demand established during the year.

SCHEDULE E SERVICE TO SCHOOLS, CHURCHES, AND COMMUNITY HALLS*

RATES:

First	25 KWH	(Minimum Bill)	\$4.96	Per Month
Next	975 KWH	per KWH	.08058	Per KWH
Over	1,000 KWH	per KWH	.06240	Per KWH

Minimum Charge:

The minimum monthly charge shall be \$4.96.

SCHEDULE T STREET LIGHTING SERVICE*

Base Rate Per Lamp Per Year:

Lamp Size	Bare Lamp With Reflector	Luminaire With Bracket Attachment to Wooden Pole
100 Watt-Incandescent 150 Watt-Incandescent	\$ 40.11 47.04	\$
200 Watt-Incandescent 300 Watt-Incandescent	55.01	60.34 77.46
175 Watt-Mercury Vapor 400 Watt-Mercury Vapor		59.40 116.56

SCHEDULE L LARGE POWER SERVICE*

Rates:

Energy Charge

First	50	KWH	of	Billing	Demand	.05874	Per	KWH
Next	100	KWH	of	Billing	Demand	.04653	Per	KWH
All Remain	ning	KWH	of	Billing	Demand	.04028	Per	KWH

SCHEDULE M

RATES:

Energy Charge:

First	100,000 KWH per month	.04759 Per KWH
Next	900,000 KWH per month	.03305 Per KWH
Over	1,000,000 KWH per KWH	.02840 Per KWH

SCHEDULE P*

Rates:

Energy Charge

First	3,500	KWH	\$.05404	Per	KWH
Next	6,500	KWH	.04435	Per	KWH
Next	140,000	KWH	.03946	Per	KWH
Next	200,000	KWH	.03648	Per	KWH
Next	400,000	KWH	.03552	Per	KWH
Next	550,000	KWH	.03428	Per	KWH
Over	1,300,000	KWH	.03255	Per	KWH

SCHEDULE S OUTDOOR LIGHTING - SECURITY LIGHTS*

Rate Per Light Per Month:

Mercury Vapor Lamp 175 Watt \$5.48 Per Month

SCHEDULE G

Rates:

Energy Charge

First 100,000 KWH Per Month .04759 Per KWH
Next 900,000 KWH Per Month .03305 Per KWH
Over 1,000,000 KWH Per Month .02840 Per KWH

SCHEDULE H

Rates:

Energy Charge .03953 Per KWH Per Month

SCHEDULE J - INDUSTRIAL HLF

Rates:

Energy Charge .03146 Per KWH Per Month

SCHEDULE D - OFF-PEAK RETAIL MARKETING

Monthly Rates:

All KWH .03382/KWH

*Fuel Adjustment Charge

The above rate may be increased by an amount per KWH equal to the fuel adjustment amount per KWH as billed by the Wholesale Power Supplier plus an allowance for line losses. The allowance for line losses will not exceed 10 percent and is based on a 12-month moving average of such losses.